AMENDMENTS TO THE CLAIMS

This listing of claims will replace all prior versions, and listings, of claims in the applications:

Listing of Claims:

Claims 1-101 (canceled)

- 102. (new) A method for assaying for a modulator of β -secretase activity, comprising:
- (a) contacting a polypeptide with β -secretase APP processing activity with a substrate, both in the presence and in the absence of a putative modulator compound;

wherein said substrate comprises a peptide having an amino acid sequence of at least 6 amino acids, said amino acid sequence including four amino acids defined by formula P₂P₁-P₁P₂, wherein:

P₂ comprises an amino acid selected from the group consisting of N, L, K, S, G, T, D, A, Q and E;

P₁ comprises an amino acid selected from the group consisting of Y, L, M, Nle, F and H;

 $P_{1'} \mbox{ comprises an amino acid selected from the group consisting of E, A,} \\ D, M, Q, S \mbox{ and } G; \mbox{ and }$

 $P_{2'} \ comprises \ an \ amino \ acid \ selected \ from \ the \ group \ consisting \ of \ A,$ $V, \ N, \ T, \ L, \ F \ and \ S;$

wherein a human aspartyl protease encoded by the nucleic acid sequence of SEQ ID NO: 1 or SEQ ID NO: 3 (Hu-Asp2) cleaves said peptide between P1 and P1'; and

wherein said peptide does not comprise the corresponding P₂P₁-P_{1'}P_{2'} portion of amino acid sequence depicted in SEQ ID NO: 19, SEQ ID NO: 20, SEQ ID NO:21, SEQ ID NO: 26, SEQ ID NO: 27, SEQ ID NO: 28, SEQ ID NO: 31, SEQ ID NO: 32, SEQ ID NO: 33, SEQ ID NO: 34, SEQ ID NO: 35, SEQ ID NO: 36, SEQ ID NO: 37, SEQ ID NO: 38 or SEQ ID NO: 39;

- (b) measuring cleavage of the substrate peptide in the presence and in the absence of the putative modulator compound; and
- (c) identifying modulators of β -secretase activity from a difference in substrate cleavage in the presence versus in the absence of the putative modulator compound, wherein a modulator that is a β -secretase antagonist reduces such cleavage and a modulator that is a β secretase agonist increases such cleavage.
 - 103. (new) The method according to claim 102,

wherein said substrate comprises a peptide having an amino acid sequence of at least 6 amino acids, said amino acid sequence including five amino acids defined by formula P₂P₁-P₁P₂·P₃, and

wherein $P_{3'}$ comprises an amino acid selected from the group consisting of E, G, F, H, cysteic acid and S.

104. (new) The method of claim 102, wherein the peptide comprises a sequence of amino acids defined by the formula P₂P₁-P₁P₂P₃, wherein

P₂ comprises an amino acid selected from the group consisting of N, S, and D;

P₁ comprises an amino acid selected from the group consisting of Y, F, and L;

P₁ comprises an amino acid selected from the group consisting of E, A, and D;

P_{2'} comprises an amino acid selected from the group consisting of A and V;

 $P_{3'}$ comprises an amino acid selected from the group consisting of E, G, F, H, cysteic acid and S.

105. (new) The method of claim 102, wherein the peptide comprises a sequence of amino acids defined by the P_2P_1 - P_1 - P_2P_3 , wherein

 P_2 comprises an amino acid selected from the group consisting of S, N, F, and K;

 P_1 comprises an amino acid selected from the group consisting of F, L, Y, and M;

 $P_{1'}$ comprises-an amino acid selected from the group consisting of E, D, A; $P_{2'}$ comprises an amino acid selected from the group consisting of A and V; $P_{3'}$ is E.

- 106. (new) The method of claim 102, wherein the peptide comprises a sequence of amino acids defines by the formula $P_3P_2P_1-P_1P_2P_3$, wherein P_3 is an amino acid selected from the group consisting of A, V, I, S, H, Y, T and F.
- 107. (new) The method of claim 106, wherein P3 comprises an amino acid selected from the group consisting of I or V.
- 108. (new) The method of claim 106, wherein the peptide comprises a sequence of amino acids defines by the formula $P_4P_3P_2P_1-P_1P_2P_3$, wherein P_4 is an amino acid selected from the group consisting of E, G, I, D, T, cysteic acid and S.
- 109. (new) The method of claim 108, wherein the peptide comprises a sequence of amino acids defines by the formula $P_4P_3P_2P_1-P_1\cdot P_2P_3\cdot P_4$, wherein P_4 is an amino acid selected from the group consisting of F, W, G, A, H, P, G, N, S, and E.
- 110. (new) The method of claim 102, wherein amino acids at positions P₂, P₁, P₁, and P₂ comprise S, Y, E, and V, respectively.
- 111. (new) The method of claim 110, wherein said peptide comprises the amino acid sequence SEISY-EVEFR (SEQ ID NO: 152).
- 112. (new) The method of claim 110, wherein said peptide comprises the amino acid sequence SEISY-EVEFRWKK (SEQ ID NO: 190).
- 113. (new) The method of claim 110, wherein said peptide comprises the amino acid sequence GLTNIKTEEISEISY-EVEFRWKK (SEQ ID NO: 191).

- 114. (new) The method of claim 110, wherein said peptide comprises the amino acid sequence SEVSY-EVEFR (SEQ ID NO: 141)
- 115. (new) The method of claim 110, wherein said peptide comprises the amino acid sequence KTEEISEVSY-EVEFR (SEQ ID NO: 147).
- 116. (new) The method of claim 115, wherein said peptide comprises the amino acid sequence TRPGSGLTNIKTEEISEVSY-EVEFR (SEQ ID NO: 145).
 - 117. (new) The method of claim 102, wherein:

P2 is N or S;

P1 is selected from the group consisting of Y, F, and L;

P1' is selected from the group consisting of E, D, and A; and

P2' is V.

- 118. The method of claim 102, wherein said substrate comprises an amyloid precursor protein (APP) amino acid sequence with a modified β -secretase processing site defined by said formula $P_2P_1-P_1\cdot P_2$.
- 119. (new) The method of any one of claims 102-117, wherein said peptide comprises an amino acid sequence having up to 50 amino acids.
- 120. (new) The method of any one of claims 102-118 wherein the peptide further comprises a first label.
- 121. (new) The method of claim 120 wherein the peptide further comprising a second label.
- 122. (new) The method of any one of claims 102-117 wherein the peptide further comprises a detectable label and a quenching moiety, wherein cleavage of the peptide

between P_1 and $P_{1'}$ separate the quenching moiety from the label to permit detection of the label.

- 123. (new) The method of claim 103 or 108, wherein said cysteic acid comprises a covalently attached label.
- 124. (new) The method of any one of claims 102-118, wherein the rate of cleavage of said peptide by said human aspartyl protease is greater than the rate of cleavage of a polypeptide comprising the human APP β -secretase cleavage sequence: SEVKMDAEFR (SEQ ID NO:20).
- 125. (new) The method of any one of claims 102-118, wherein the rate of cleavage of said peptide by said human aspartyl protease is greater than the rate of cleavage of a polypeptide comprising the human APP Swedish KM \rightarrow NL mutation, β -secretase cleavage sequence SEVNLDAEFR (SEQ ID NO:19).
- 126. (new) The method of any one of claims 102-118, wherein the polypeptide with β -secretase APP processing activity comprises an amino acid sequence selected from the group consisting of
 - (a) the amino acid sequence of SEQ ID NO: 2
- (b) a fragment of the amino acid sequence of SEQ ID NO: 2 that retains β -secretase APP processing activity, wherein said fragment includes the aspartyl protease active site tripeptides DTG and DSG,
- (c) an amino acid sequence that is at least 95% identical to (a) or (b), wherein the polypeptide includes the aspartyl protease active site tripeptides DTG and DSG and exhibits β-secretase APP processing activity;
 - (d) the amino acid sequence SEQ ID NO: 4
- (e) a fragment of the amino acid sequence of SEQ ID NO: 4 that retains β secretase APP processing activity, wherein said fragment includes the aspartyl protease active
 site tripeptides DTG and DSG, and

- (f) an amino acid sequence that is at least 95% identical to (d) or (e), wherein said fragment includes the aspartyl protease active site tripeptides DTG and DSG and exhibits β-secretase APP processing activity.
- 127. (new) The method of any one of claims 102-118, wherein the polypeptide with β -secretase APP processing activity comprises an amino acid sequence selected from the group consisting of
 - (a) the amino acid sequence of SEQ ID NO: 2
- (b) a fragment of the amino acid sequence of SEQ ID NO: 2 that retains β -secretase APP processing activity, wherein said fragment includes the aspartyl protease active site tripeptides DTG and DSG.
- 128. (new) A method according to claim 126, wherein the polypeptide with β -secretase APP processing activity comprises a polypeptide purified and isolated from a cell transformed or transfected with a polynucleotide comprising a nucleotide sequence that encodes the polypeptide.
 - 129. (new) A method according to claim 118,

wherein the substrate is expressed in a cell transformed or transfected with a polynucleotide comprising a nucleotide sequence that encodes the substrate,

wherein the cell expresses the polypeptide with $\beta\mbox{-secretase}$ APP processing activity;

wherein the contacting comprises growing the cell in the presence and absence of the test agent, and

wherein the measuring step comprises measuring APP processing activity of the cell.

- 130. (new) A method according to claim 129, wherein the contacting comprises administering the test agent to a t transgenic non-human mammal that comprises the cell.
- 131. (new) A method according to claim 102, wherein the protease is encoded by a polynucleotide comprising the nucleotide sequence selected from the group consisting of:
 - (a) the nucleotide sequence of SEQ ID NO: 1 or SEQ ID NO: 3,
- (b) a nucleotide sequence that hybridizes under the following stringent hybridization conditions to the complement of SEQ ID NO: 1 or 3:
- (1) hybridization at 42°C in a hybridization buffer comprising 6x SSC and 0.1% SDS, and
- (2) washing at 65°C in a wash solution comprising 1x SSC and 0.1% SDS;

wherein said nucleotide sequence encodes a polypeptide that exhibits β secretase APP processing activity.

AMENDMENTS TO THE SEQUENCE LISTING

Please replace the sequence listing filed on November 19, 2001 (73 pages) with the substitute sequence listing submitted herewith (76 pages).